



State Transportation Commission

Director Gloria J. Jeff
May 27, 2004



Overview

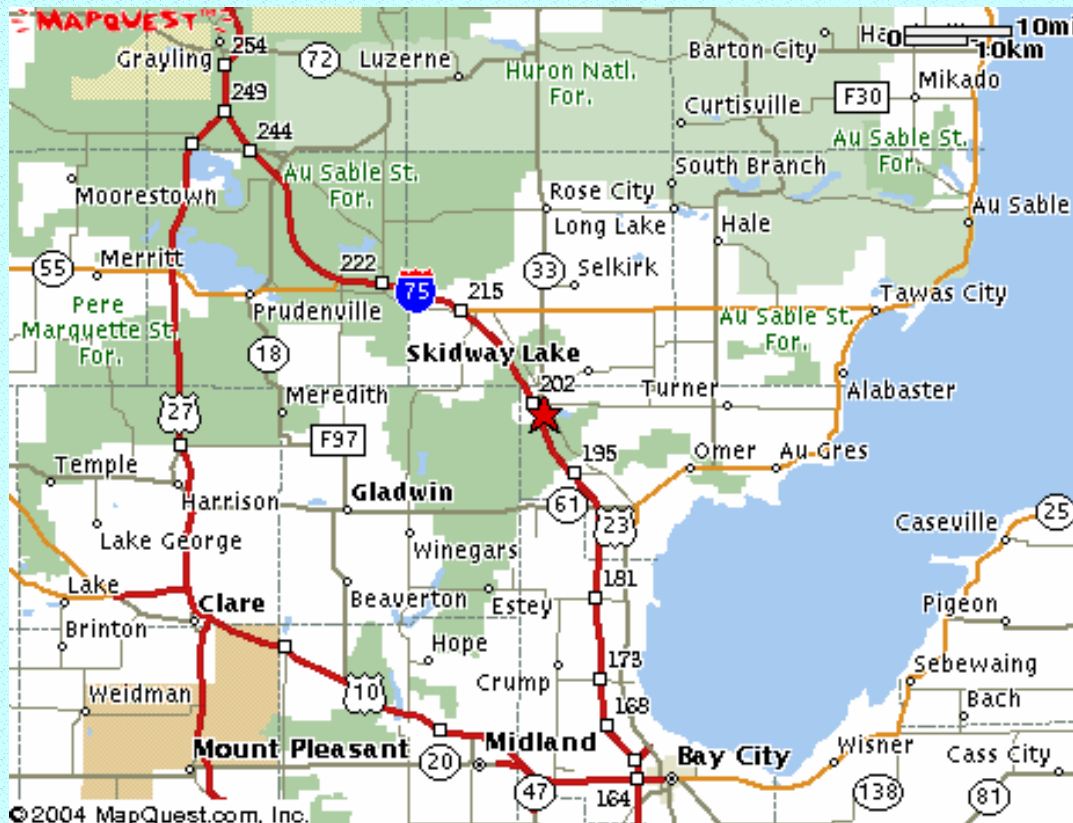
MDOT's response to I-75
flooding

Pending Legislation

Federal Reauthorization



MDOT's Response to Flooding



**I-75 Southbound
Northern Arenac
County**

Bay Region: Bay City TSC



I-75 SB Pavement Failure





Removing Pavement and Excavating





Flooding and Eroded Slopes





Paving I-75 Southbound





Project Success by Team MDOT





Summary: Steps Taken by MDOT

- **MDOT conducted inspection of situation**
- **Called contractor working in the area to remove pavement**
- **Arenac County forces conducted fill & gravel**
- **Took 4 bids for paving & awarded same day**
- **Armored inlets to the culvert with riprap**
- **Set up a contract to fix the culvert bottom through lining the inside of the culvert or replace the culvert with next year's project**



Pending Legislation





HB 5528

- **Section 109-reduction of 126 FTEs**
- **Section 109-would eliminate ability to increase consultant utilization in event of more federal funding or special project requirements.**
- **Section 727-limits states ability to support basic needs of SE Michigan transit users.**



HB 5762, SB 1147

- **Requires legislative approval of 5-Year Program**
- **Nullifies MPO/MDOT partnership required for federal funding**
- **Moves decision-making from cities counties, villages, and townships**



Legislative Approval of the 5-Year Program Jeopardizes Federal Funding

- **5-Year Program is a key component of the federally required cooperative planning process**
- **Federal law requires MDOT to develop a Statewide Transportation Improvement Program (STIP) for all areas of the state and to conduct public hearings**
- **Projects in the 5-Year Program receive extensive local review and public hearings and provide the foundation for the STIP**
- **The portion of the STIP in urbanized areas of the state must be developed cooperatively by local units of government and transportation providers**
- **The STIP must be federally approved**



SB 1168

- **Requires legislative approval of bonding for projects**
- **Potential for missed bonding opportunities**
- **May jeopardize tax-exempt status of bonds**
- **Possible constitutional issues**



Splitting the Penny

- **Administration recommends that one-half of one cent of the state gasoline tax be redirected from state trunklines to allow local investment in bridges in need of repair**
- **Splitting the penny fulfills promise made to improve local bridges in need of repair**



SB 1103

- **Eliminates sales tax earmarked for CTF**
- **Severely reduces funding for public transit, intercity bus service and passenger rail**
- **Would result in a significant loss in federal grants**
- **Could not meet Act-51 obligations**



Federal Reauthorization Update



Conference Committee

- **Extension keeps funds flowing until June 30**
- **Another extension is likely**
- **Political standoff in Congress is over**
 - **Senate Conferees named**
 - **Waiting for House to name its conferees**
 - **First meeting expected in June**
- **Congress is currently on Memorial Day recess**



Senate Conferees

- Inhofe (R-OK) (EPW)
Conference Chair
- Bond (R-MO) (EPW)
- McConnell (R-KY) Majority Whip
- Voinovich (R-OH) (EPW)
- Warner (R-VA) (EPW)
- Nickles (R-OK) (Budget)
- Shelby (R-AL) (Banking)
- Grassley (R-IA) (Finance)
- McCain (R-AZ) (Commerce)
- Lott (R-MS)
(Commerce/Finance)
- Hatch (R-UT) (Finance)
- Jeffords (I-VT) (EPW)
- Reid (D-NV) (EPW)
- Sarbanes (D-MD) (Banking)
- Baucus (D-MT) (Finance/EPW)
- Conrad (D-ND) (Budget)
- Daschle (D-SD) Minority Leader
- Hollings (D-SC) (Commerce)
- Graham (D-FL) (EPW)
- Lieberman (D-CT) (EPW)
- Boxer (D-CA) (EPW)



Reauthorization Proposals

National Numbers	Bush Administration (SAFETEA)	House Proposal (HR 3550)	Senate Proposal (S 1072)
National Six-Year Investment (contract authority)	\$251 b	\$283 b	\$318 b
Highways (Six-Year Obligation Limitation)	\$202 b	\$216 b	\$233 b
Transit	\$ 43.6 b	\$ 51.5 b	\$ 56.5 b



What They Mean for Michigan

	Bush Administration (SAFETEA)	House Proposal (HR 3550)	Senate Proposal (S 1072)
Michigan Six-Year Highway Investment	\$5.25 b	\$6.17.b	\$7.4 b
Comparison to TEA21 (Michigan rec'd \$5.5 b)	down \$250 m	up \$670 m	up \$1.9 b
Michigan Six-Year Transit Investment	\$606 m	\$627 m	\$656 m
Comparison to TEA21 (Michigan rec'd \$439 m)	up \$167 m	up \$188 m	up \$217 m



Comparison with 5 Year Program

Annual Averages	Bush Administration (SAFETEA)	House Proposal (HR 3550)	Senate Proposal (\$ 1072)
Federal Highway Funding for Michigan	\$875 million	\$1.03 billion	\$1.23 billion
MDOT's Federal Share	\$656 million	\$773 million	\$923 million
Compared to 5 Year Program Federal Aid Projection (\$706 million)	down \$50 million	up \$67 million	up \$217 million



Questions?